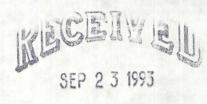
M/cz7/006 file

September 23, 1993

Mr. D. Wayne Hedberg
Permit Supervisor/Reclamation Hydrologist
Division of Oil, Gas & Mining
Department of Natural Resources
State of Utah
3 Triad Center, Suite 350
Salt Lake City, UT 84180-1203



DIVISION OF OIL, GAS & MINING

#### Dear Wayne:

Attached are two(2) copies of the Reclamation Contract and Surety Bond for Continental Lime's Cricket Mountain Quarry. Both copies have been duly executed and signed by Continental Lime and the surety company.

It is my understanding that the Division of Oil, Gas & Mining will review the Reclamation Contract and Bond at their regular monthly meeting on October 27th. Please have the review board sign both original copies and return to me the copy marked "CLIENT'S COPY".

Please contact me prior to the review meeting if you need any additional information.

Sincerely,

David J. Krohn

Mining Consultant for Continental Lime Inc.

8834 Piper Lane

Sandy, UT 84093

CC:

Bill Dodge - CLI

Glen Bryant - CLI Don Wakin - CLI FORM MR-RC Revised May 28, 1993 RECLAMATION CONTRACT File Number <u>M/027/006</u>

Effective Date <u>/0/28/9</u> 3

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION of OIL, GAS and MINING
355 West North Temple
3 Triad Center, Suite 350

Salt Lake City, Utah 84180-1203 (801) 538-5340 SEP 2 5 1993

DIVISION OF OIL, GAS & MINING

# RECLAMATION CONTRACT ---00000---

For the purpose of this RECLAMATION CONTRACT the terms below are defined as follows:

•		
"NOTICE OF INTENTION" (NOI): (File No.)	<i>M/027/006</i>	
(Mineral Mined)	High Calcium Limestone	
"MINE LOCATION":		
(Name of Mine)	CRICKET MOUNTAIN QUARRY	
(Description)	32 miles southwest of Delta, UT,	
	then 6.5 miles west of Hwy 257,	
	Millard County, UT	
"DISTURBED AREA":	permitarea 26 acces	
(Disturbed Acres)	169 Acres (147.9	
(Legal Description)	(refer to Attachment "A")	
"OPERATOR":		
(Company or Name)	CONTINENTAL LIME INC.	
(Address)	670 East 3900 South	
	Suite #200	
	Salt Lake City, UT 84107	
(Phone)	(801) 262-3942	

"OPERAT	OR'S REGISTERED AGENT":	
	(Name)	John S. Kirkham
	(Address)	201 South Main
	•	Suite 1100
		Salt Lake City, UT 84111
	(Phone)	(801) 578-6956
"OPERAT	OR'S OFFICER(S)":	John B. Jordon - President
0. 2	0.1.0 0.1.10Lillo	William E. Dodge - Exec. V.P. & COO
		Glen A. Bryant - V.P. & Gen'l Mgr.
		Wayne J. Wagner - V.P. Finance & Sect'y
"SURETY	": (Form of Surety - Attachment B)	SURETY BOND .
"SURETY	COMPANY": (Name, Policy or Acct. No.)	AETNA CASULATY AND SURETY COMPANY
"SURETY	AMOUNT": (Escalated Dollars)	\$ 293,100.00
"ESCALA	TION YEAR":	1998 \$'s
"STATE":	<b>.</b>	State of Utah
"DIVISIO		Division of Oil, Gas and Mining
"BOARD"	<b>:</b>	Board of Oil, Gas and Mining
ATTACHI	MENTS: A "DISTURBED AREA":	· .

This Reclamation Contract (hereinafter referred to as "Contract") is entered into between *CONTINENTAL LIME INC.* \_ the "Operator" and the Utah State Board of Oil, Gas and Mining ("Board").

WHEREAS, Operator desires to conduct mining operations under Notice of Intention (NOI) File No. \_\_\_\_\_\_ which has been approved by the Utah State Division of Oil, Gas and Mining "Division" under the Utah Mined Land Reclamation Act, Sections 40-8-1 et seq., Utah Code Annotated, (1953, as amended) (hereinafter referred to as "Act") and implementing rules; and

WHEREAS, Operator is obligated to reclaim that area described as the Disturbed Area as set forth and in accordance with Operator's approved Reclamation Plan, and Operator is obligated to provide surety in form and amount approved by the Board, to assure reclamation of the Disturbed Area.

**B** "SURETY":

NOW, THEREFORE, the Board and the Operator agree as follows:

- 1. Operator agrees to conduct reclamation of the Disturbed Area in accordance with the Act and implementing regulations, the original Notice of Intention dated <u>November 29, 1979</u>, and the original Reclamation Plan dated <u>November 29, 1979</u>. The Notice of Intention as amended, and the Reclamation Plan, as amended, are incorporated by this reference and made a part hereof.
- 2. Concurrent with the execution hereof, Operator has provided surety to assure that reclamation is conducted, in form and amount acceptable to the Board. Such surety as evidenced by the Surety Contract is in the form of the surety attached hereto as Attachment B and made a part hereof. The Surety Contract shall remain in full force and effect according to its terms unless modified by the Board in writing. If the Surety Contract expressly provides for cancellation, then, within 60 days following the Division's receipt of notice that the Surety Company intends to cancel the Surety Contract, the Operator shall provide a replacement Surety Contract in a form and amount reasonably acceptable to the Board. If the Operator fails to provide an acceptable replacement Surety Contract, the Division may order the Operator to cease further mining activities and to begin immediate reclamation of the Disturbed Area.
- 3. Operator agrees to pay legally determined public liability and property damage claims resulting from mining to the extent provided in Section 40-8-7(1)(e) of the Act.
- 4. Operator agrees to perform all duties and fulfill all reclamation requirements applicable to the mine as required by the Act and implementing rules, the Notice of Intention, as amended and the Reclamation Plan, as amended.
- 5. The Operator's liability under this Contract shall continue in full force and effect until the Division certifies that the Operator has reclaimed the Disturbed Area in accordance with the Act and implementing rules, the Notice of Intention, as amended and the Reclamation Plan, as amended.
- 6. If reclamation of discrete sections of the Disturbed Area is completed to the satisfaction of the Division, and the Division finds that such sections are severable from the remainder of the Disturbed Area, Operator may request the Division to certify that Operator has reclaimed such discrete sections of the Disturbed Area in accordance with the Act and Implementing rules, the Notice of Intention, as

amended and the Reclamation Plan, as amended. If the Division makes such certification, Operator may make request to the (Board) that the aggregate face amount of the Surety Contract provided pursuant to paragraph 2 be reduced to an amount necessary to provide for completion of the remaining reclamation. The (Board) shall hear Operator's request for such reduction in accordance with the Board's Procedural Rules concerning requests for Agency Action.

- 7. Operator agrees to indemnify and hold harmless the State, Board and the Division from any claim, demand, liability, cost, charge, suit, or obligation of whatsoever nature arising from the failure of Operator or Operator's agents and employees, or contractors to comply with this Contract.
- 8. Operator may, at any time, submit a request to the Board to substitute surety. The Board, in its sole judgment and discretion, may approve such substitution if the substitute surety meets the requirements of the Act and the implementing rules.
- 9. This Contract shall be governed and construed in accordance with the laws of the State of Utah.
- 10. If Operator shall default in the performance of its obligations hereunder, Operator agrees to pay all costs and expenses, including reasonable attorney's fees and costs incurred by the Division and/or the Board in the enforcement of this Contract.
- 11. Any breach that the Division finds to be material of the provisions of this Contract by Operator may, at the discretion of the Division, result in an order to cease mining operations. After opportunity for notice and hearing, the Board of Oil, Gas and Mining may enter an order to revoke the Notice of Intention, order reclamation, or order forfeiture of the Surety Contract, or take such other action as is authorized by law.
- 12. In the event of forfeiture of the Surety Contract, Operator shall be liable for any additional costs in excess of the surety amount which are required to comply with this Contract. Any excess monies resulting from forfeiture of the Surety Contract, upon completion of reclamation and compliance with this Contract, shall be returned to the rightful claimant.
- 13. This Contract including the Notice of Intention, as amended and the Reclamation Plan, as amended, represents the entire agreement of the parties involved, and any modification must be approved in writing by the parties involved.

14. Each signatory below represents that he/she is authorized to execute this Contract on behalf of the named party.

WILLIAM E. DODGE		
Authorized Officer (Typed or Printed)		
Wolyl	Sept	13/93
Authorized Officer's Signature	Date	
••• • · · · · · · · · · · · · · · · · ·		en de des de
SO AGREED this 37714 day of	October	, 19 <u><i>2</i>3</u>
		• •

AND APPROVED AS TO FORM AND AMOUNT OF SURETY:

Utah State Board of Oil, Gas and Mining

Dave D. Lauriski, Chairman

DIVISION OF OIL, GAS AND MINING:	
By James W. Carter, Director	10/28/93 Date
STATE OF (Hax)	
COUNTY OF Salt Jake 1	
On the <u>38</u> day of <u>October</u> appeared before me, who being duly sworn	, 19 <u>93</u> , personally
JAMES W. CARTER	is the Acting Director of the
Division of Oil, Gas and Mining, Department and he/she duly acknowledge to me that he	of Natural Resources, State of Utah,
by authority of law on behalf of the State of	f Utah.
MOTARY PUBLIC	
Self East 9545 South Sendy, UT 84070	Janes J. Blown
My Commission Expires August 3, 1994	Notary Public Residing at: Sandy, 1stal
STATE OF UTAM	
A . 1 2 1001	
My Commission Expires:	·

. . . . .

CONTINENTAL LIME INC.	
Operator Name	
By William E. Dodge - Exec. V.P. & COO	Sept 13/93
Corporate Officer - Position	Date
Signature	
STATE OF UTAH )	·
COUNTY OF SALT LAKE	
On the 13th day of SEPTEMBER	n n n n n n n n n n n n n n n n n n n
being by me duly sworn did say that he/she,	the said WILLIAM E DODGE
is the Exec. V.P. & COO	
and duly acknowledged that said instrument	was signed on behalf of said compan
by authority of its bylaws or a resolution of it	
	duly acknowledged to me that said
company executed the same.	
	·
	•
	- 1//
<del>-</del> .	Margart A Fergus
	Notary Public /
	Residing at: Salt Lake City, Utah
· · · · · · · · · · · · · · · · · · ·	Notary Public MARGARET J. FERGUS
November 28, 1993	145 East 11800 South Draper, Utah 84020 My Commission Expires
My Commission Expires:	November 28, 1993

Page 7 of 9 Revised May 28, 1993

**OPERATOR:** 

	SURETY:	* L*
	AETNA CASUALTY AND SURETY COMPANY Surety Company	
	By HENRY HAGEMAN, ATTORNEY-IN-FACT AUGUST 16, 1993  Company Officer - Position Date	
	Signature	
R	STATE OF BRITISH COLUMBIA)  SSE	
	COUNTY OF)	
	On the 17th day of AUGUST , 19 93, personally appeared before me HENRY HAGEMAN who being by me duly sworn did say that he/she, the said HENRY HAGEMAN	
	is the ATTORNEY IN FACT of AETNA CASUALTY AND SURE and duly acknowledged that said instrument was signed on behalf of said company by authority of its bylaws or a resolution of its board of directors and said HENRY HAGEMAN duly acknowledged to me that said	TY COMPANI
	company executed the same.	
	Notary Public Residing at: VANCOUVER B.C	
	DOES NOT EXPIRE	

NOTE: An affidavit of Qualification must be completed and attached to this form for each authorized agent or officer. Where one signs by virtue of Power of Attorney for a company, such Power of Attorney must be filed with this Contract.

My Commission Expires:

#### ATTACHMENT "A"

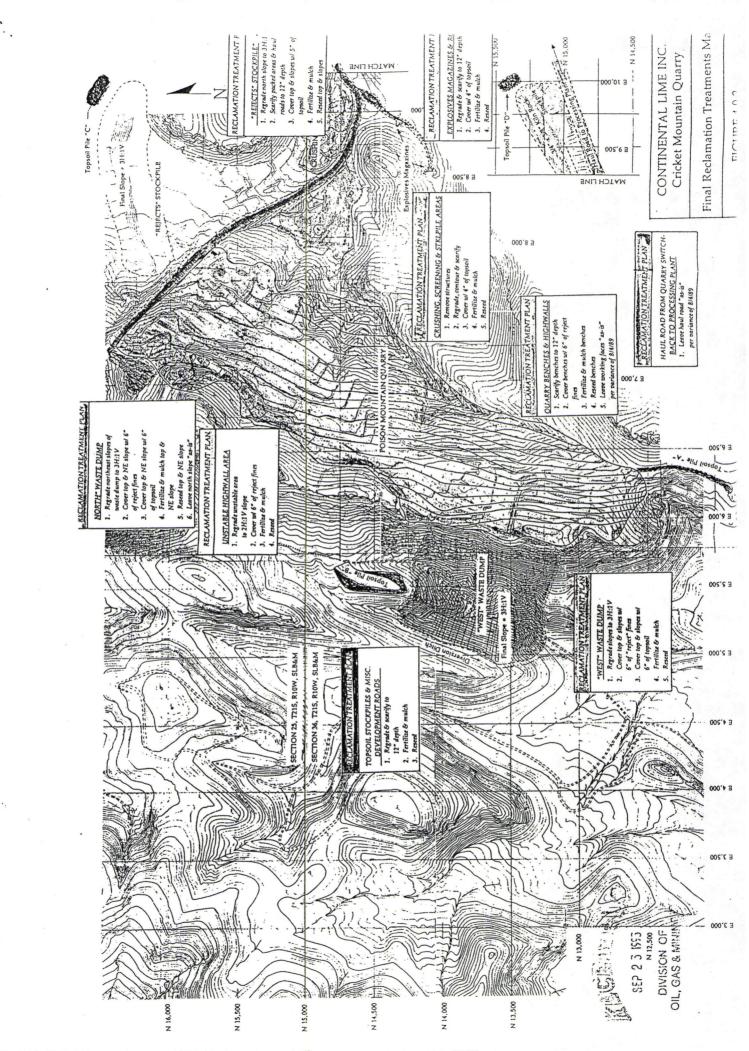
CONTINENTAL LIME INC.	CRICKET MOUNTAIN QUARRY	
Operator	Mine Name	-
M/027/006	MILLARD	County, Utah
Permit Number		Country, Otan

The legal description of lands to be disturbed is:

State Lease ML-35572 - Wil NE NW Section 36, T21S, R10W, SLB&M

The boundaries of the disturbed areas under Contract and Bond are shown on the attached "Figure 4.0-2"

Page 9 of 9 Revised May 28, 1993



Add 10% continge Add 5 yr escalation Rounded Total in	ency 1993-\$ S n at 1.42% Total 199	, 0 -	6,090 248,335 24,834 273,169 19,954 293,122 \$293,100
	ency 1993-\$ S n at 1.42%	Subtota ubtotal	248,335 24,834 273,169 19,954
	ency 1993-\$ S n at 1.42%	Subtota ubtotal	248,335 24,834 273,169 19,954
	ency 1993-\$ S	Subtota	248,335 24,834 273,169
Add 10% continge	ency	Subtota	248,335 24,834
Add 10% continge			248,335
	3.9		· · · · · · · · · · · · · · · · · · ·
	3.9	acre	6 090
Topsoil stockpiles & misc. roads reclamation	0.7	acic	U <del></del> U
Explosive magazines & road reclamation	0.7	acre	640
Unstable highwall area reclamation	2	acre	14,640
Cricket Mountain Quarry reclamation	70	acre	106,705
North waste dump reclamation		acre	2,230
West waste dump reclamation	20.7		53,120
Rejects stockpile reclamation	27.3		30,290
Crusher site reclamation	17	acre	28,620
Mobilization/demobilization	AICA		ء 6,000
Activity	Area	144.3	\$
-It appears that the Continental subtotal of \$245, -Estimated total disturbed acreage =	JJJ WAS II		acres
-NOTE-This subtotal differs from the subtotal in (			ue
-The projecting factor is an average of the previous	•		
-The escalation factor for projecting forward is of	•	• .	•
-The 1992 factor of 1.27% was used in the previous			+ 1 070/1
-All quantities & unit costs from Continental Lime			e were usea
-This estimate is based on Continental Lime, Inc.		•	
Reclamation Details	1-0145104	2	. (-44
Prepared by Utah State Division of Oil, Ga	as & IVIIN	ıng	
M/027/006	Millard (	•	
Cricket Mountain Quarry	filename M27-		
Continental Lime, Inc.	last revision	06/14/93	
RECLAMATION ESTIMATE			

#### ATTACHMENT B

MR FORM 6

Joint Agency Bonding Form

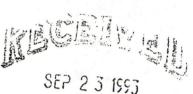
(April 8, 1993)

Bond Number M/027/006

Permit Number M/027/006

Mine Name Cricket Mtn Quarry

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
Division of Oil, Gas and Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
(801) 538-5340



THE MINED LAND RECLAMATION ACT

DIVISION OF OIL, GAS & MINING

SURETY BOND

Y 1	The undersigned	CONTINENTAL I	LIME INC.	oc Drimain al
and	AETNA CASUALTY AND	SURETY COMPANY	on Country 1 1	as Principal,
,	rselves, our heirs, admi vision of Oil, Gas and	nistrators, executors	s, successors and assigns	I and Man
in the pe	Ital Sulli OI Iwo nundred	ninety three thousand or	ne hundred dollars (\$_293	,100.00

Principal has estimated in the Mining and Reclamation Plan approved by the Division of Oil, Gas and Mining on the <u>29TH</u> day of <u>NOVEMBER</u>, 19\_79, that <u>142.9</u> acres of land will be disturbed by this mining operation in the State of Utah.

A description of the disturbed land is attached as "Attachment A" to the Reclamation Contract of which this document is an integral part.

The condition of this obligation is that if the Division determines that Principal has satisfactorily reclaimed the disturbed lands in accordance with the approved Mining and Reclamation Plan and has faithfully performed all requirements of the Mined Land Reclamation Act, and complied with the Rules and Regulations adopted in accordance therewith, then this obligation shall be void; otherwise it shall remain in full force and effect.

If the Mining and Reclamation Plan provides for periodic partial reclamation of the isturbed lands, and if the lands are reclaimed in accordance with such Plan, Act and regulations, then Principal may apply for a reduction in the amount of this Surety Bond.

Page 2 MR-6 Joint Agency Surety Bond Attachment B Bond Number\_ M/027/006\_ Permit Number\_ M/027/006\_ Mine Name\_Cricket\_Mtn\_Quarry

In the converse, if the Mining and Reclamation Plan provides for a gradual increase in the area disturbed or the extent of disturbance, then, the Division may require that the amount of this Surety Bond be increased, with the written approval of the Surety.

This bond may be canceled by the Surety after ninety (90) days following receipt by the Division and Principal of written notice of such cancellation. Surety's liability shall then, at the expiration of said ninety (90) days, cease and terminate except that Surety will remain fully liable for all reclamation obligations of the Principal incurred prior to the date of termination.

Principal and Surety and their successors and assigns agree to guarantee said obligation and to indemnify, defend, and hold harmless the Division from any and all expenses (including attorney fees) which the Division may sustain in the collection of sums due hereunder.

Surety will give prompt notice to Principal and to the Division of the filing of any petition or the commencement of any proceeding relating to the bankruptcy, insolvency, reorganization, or adjustment of the debts of Surety, or alleging any violation or regulatory requirements which could result in suspension or revocation of the Surety's license to do business.

IN WITNESS WHEREOF, the Principal and Surety hereunto set their signatures and seals as of the dates set forth below.

Date: AUGUST 16, 1993	CONTINENTAL LIME INC.
	Principal (Permittee)
	By (Name typed): William E. Dodge
	Title: Executive V.P. & COO
	Signature:
Date:_August 16, 1993	AETNA CASUALTY AND SURETY COMPANY
	Surety
	By:(Name Typed) HENRY HAGEMAN
	Title: ATTORNEY-IN-FACT
	Signature: Malman

Page 3
MR-6
Joint Agency Surety Bond
Attachment B

Bond Number 4 Permit Number M/027/006

Mine Name Cricket Mtn Quarry

SO AGREED this 2704 day of October

, 19 93

Dave D. Lauriski, Chairman Board of Oil, Gas and Mining

\*NOTE: Where one signs by virtue of Power of Attorney for a Surety Company, such Power of Attorney must be filed with this bond. If the Principal is a corporation, the bond shall be executed by its duly authorized officer.

Page 4 MR-6 Joint Agency Surety Bond Attachment B

Bond Number_	
Permit Number	M/027/006
Mine Name	Cricket Mtn Quarry

## AFFIDAVIT OF QUALIFICATION

execute and deliver the foregoing of	ing first duly sworn, on oath deposes and says that he/she- of said Surety, and that he/she is duly authorized to oligations; that said Surety is authorized to execute the ts with the laws of Utah in reference to becoming sole d obligations.	
	Signed:Surety Officer	
	Title: ATTORNEY IN FACT	
Subscribed and sworn to before me this 17th day of AUGUST , 1993.		
	Ale. 10	
	Notary Public Residing at: VANCOUVER, BRITISH COLUMBIA	
My Commission Expires:		
DOES NOT EXPLRE		
, 19		



#### POWER OF ATTORNEY AND CERTIFICATE OF AUTHORITY OF ATTORNEY(S)-IN-FACT

KNOW ALL MEN BY THESE PRESENTS, THAT THE ÆTNA CASUALTY AND SURETY COMFANY, a corporation duty organized under the laws of the State of Connecticut, and having its principal office in the City of Hardord, County of Hardord, State of Connecticut, hath made, constituted and appointed, and does by these presents make, constitute and appoint. F., Kucman, D., Saltmarsh, S., Mohammed, J., Watt, Henry Hageman, Robert P. Landy, Brian W. Logan, Marjorie A. Dyck or Jill A. Halley -

of Richmond Hill, Ontario ... its true and lawful Attorney(s)-in-Fact, with full power and authority hereby conferred to sign, execute and acknowledge, at any place within the United States, or, if the following line be filled in, within the area there designates the sign of the following line be filled in, within the area there designates the sign of the following line be filled in, within the area there designates the sign of the following line be filled in, within the area there designates the sign of the following line be filled in, within the area there designates the sign of the following line be filled in, within the area there designates the sign of the following line be filled in, within the area there designates the sign of the following line be filled in, within the area there designates the sign of the following line be filled in, within the area there designates the sign of the following line be filled in, within the area there designs the sign of the following line be filled in, within the area there designs the sign of the following line be filled in, within the area there designs the sign of the sign , its true and lawful Attorney(s)-in-Fact, with full power and authority hereby conferred nated , the following instrument(s):

by his/her sole signature and act, any and all bonds, recognizances, contracts of indemnity, and other writings obligatory in the nature recognizance, or conditional undertaking, and any and all consents incidents thereto. NOT exceeding the SUM of FIVE MILLION (\$5,000,000.00) DOLLARS -

and to bind THE ÆTNA CASUALTY AND SURETY COMPANY, thereby as fully and to the same extent as if the same were signed by the duly authorized officers of THE ÆTNA CASUALTY AND SURETY COMPANY, and all the acts of said Attorney(s)-in-Fact, pursuant to the authority herein given, are hereby ratified and confirmed

This appointment is made under and by authority of the following Standing Resolutions of said Company which Resolutions are now in full force

VOTED: That each of the following officers: Chairman, Vice Chairman, President, Any Executive Vice President, Any Senior Vice President, Any Vice President, Any Assistant Vice President, Any Secretary, Any Assistant Secretary, may from time to time appoint Resident Vice Presidents, Resident Assistant Secretaries, Attorneys-in-Fact, and Agents to act for and on behalf of the Company and may give any such appointee such authority as his certificate of authority may prescribe to sign with the Company's name and seal with the Company's seal bonds, recognizances, contracts of indemnity, and other writings obligatory in the nature of a bond, recognizance, or conditional undertaking, and any of said officers or the Board of Directors may at any time remove any such appointee and revoke the power and authority given him.

VOTED: That any bond, recognizance, contract of indemnity, or writing obligatory in the nature of a bond, recognizance, or conditional undertaking shall be valid and binding upon the Company when (a) signed by the Chairman, the Vice Chairman, the President, an Executive Vice President, a Senior Vice President, a Vice President, an Assistant Vice President or by a Resident Vice President, pursuant to the power prescribed in the certificate of authority of such Resident Vice President, and duly attested and seeled with the Company's seal by a Secretary or Assistant Secretary or by a Resident Assistant Secretary, pursuant to the power prescribed in the certificate of authority of such Resident Assistant Secretary; or (b) duly executed (under seel, if required) by one or more Attorneys-in-Fect pursuant to the power prescribed in his or their certificate or certificates of authority.

This Fower of Attorney and Certificate of Authority is signed and sealed by facsimile under and by authority of the following Standing Resolution voted by the Board of Directors of THE ÆTNA CASUALTY AND SURETY COMPANY which Resolution is now in full force and effect:

VOTED: That the signature of each of the following officers: Chairman, Vice Chairman, President, Any Executive Vice President, Any Senior Vice President, Any Vice President, Any Assistant Vice President, Any Secretary, Any Assistant Secretary, and the seel of the Company may be affixed by facsimile to any power of attorney or to any cardificate relating thereto appointing Resident Vice Presidents, Resident Assistant Secretaries or Attorneys-in-Fect for purposes only of executing and attesting bonds and undertakings and other writings obligatory in the nature thereof, and any such power of attorney or certificate bearing such facsimile signature or facsimile seel shall be valid and binding upon the Company and any such power so executed and certified by such facsimile signature and facsimile seal shall be valid and binding upon the Company in the future with respect to any bond or undertaking to which it is attached.

IN WITNESS WHEREOF, THE ÆTNA CASUALTY AND SURETY COMPANY has caused this instrument to be signed by its Segior Vice President day of August , and its corporate seal to be hereto affixed this 25th . 1992

CASUALTY ANO SURFTY COMPANY

seph 夕. Kiernad enior Vice President

State of Connecticut ss. Hartford

County of Hartford

On this 25th day of August . 19 92 JOSEPH P. KIERNAN , before me personally came to me known, who, being by me duly swom, did depose and say: that he/she is Senior Vice President THE ÆTNA CASUALTY AND SURETY COMPANY, the corporation described in and which executed the above instrument: that he/she knows the seal of said corporation; that the seal affixed to the said instrument is such corporate seal; and that he/she executed the said instrument on behalf of the corporation by authority of his/her office under the Standing Resolutions thereof.

Notary Public

CERTIFICATE

the undersigned. Secretary of THE ÆTNA CASUALTY AND SURETY COMPANY, a stock corporation of the State of Connecticut, DO HEREBY CERTIFY that the foregoing and attached Power of Attorney and Cartificate of Authority remains in full force and has not been revoked; and furthermore, that the Standing Resolutions of the Board of Directors, as set forth in the Certificate of Authority, are now

Signed and Sealed at the Home Office of the Company, in the City of Hartford, State of Connecticut, Dated this

AUGUST

.'19 93

As part of Continental Lime's original permit application (see Appendix "C") a "Description of the Project" was submitted as Attachment 1. Included with Attachment 1 was "Exhibit F - Right-of-Way Serial No. U-43199" as listed on page 15 of the Attachment. Appendix "D" of the revised MRP contains the BLM Environmental Assessment Report and page 27, paragraph 3 of that report states..."I have determined that the proposed access and haul road route be approved as a non-exclusive R/W..."

Appendix "A" of the revised MRP contains a letter dated August 4, 1989 from DOGM to Continental Lime. Page 3 of that letter states that......

The Division will grant a variance from all road reclamation which the BLM has approved for this site......"

The haul road Right-of-Way and the subsequent variance was part of the original approved MRP and is not affected by the revised MRP application for additional acreage for the "West" waste pile.

### R613-004-113 - Surety

Continental Lime will implement "ripping" instead of "scarifying" wherever reference is made to "scarifying" in the revised MRP.

Continental Lime will also use the Division's estimated unit cost of \$0.26/CY for adjusting the reclamation cost. These corrections have been incorporated into the narrative in Section 4 and the "Estimate of Reclamation Cost" in Section 5.

Mobilization costs will be incorporated into the "Estimate of 7°S' 7°I^\
n Cost" in Section 5.2. The Division estimate of \$6000 will be used.

If you should need any additional information or clarification of this response please contact me at your earliest convenience.

Sincerely,

David J. Krohn
Mining Consultant

Continental Lime Inc.